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November 22, 2010

#### VIA ECFS AND OVERNIGHT COURIER

Marlene H. Dortch, Secretary Federal Communications Commission 9300 East Hampton Drive Capitol Heights, MD 20743

ATTN: Competition Policy Division, Wireline Competition Bureau

Re:

A.R.C. Networks, Inc. Section 63.71 Application to Discontinue the Provision of Local Exchange and

Domestic Intrastate, Interexchange Telecommunications Services

Dear Ms. Dortch:

Enclosed herewith, on behalf of A.R.C. Networks, Inc., please find the Application of A.R.C. Networks, Inc., pursuant to Section 63.71 of the Commission's Rules to Discontinue the Provision of Local Exchange Telecommunications Services in the States of California, Florida, Ohio and Texas and to Discontinue the Provision of Domestic Intrastate, Interexchange Telecommunications Services in the States of Arizona, Arkansas, California, Colorado, Florida, Georgia, Illinois, Indiana, Kansas, Kentucky, Louisiana, Michigan, Minnesota, Missouri, Nevada, North Carolina, Ohio, Oklahoma, South Carolina, Tennessee and Texas.

For your convenience, a file/stamp copy of this transmittal letter is also enclosed. Please return it in the enclosed stamped, addressed envelope.

To the extent you have any questions concerning this submission, please do not hesitate to contact the undersigned telephonically at (240) 461-0412 or electronically at channan@broadviewtel.com.

Respectfully submitted,

Catherie M. Hausen

Catherine M. Hannan

**Enclosures** 

# Before the FEDERAL COMMUNICATIONS COMMISSION Washington, DC 20554

In the Matter of	)
Section 62.71 Application of	)
Section 63.71 Application of	)
A.R.C. Networks, Inc.	)
For Authority Pursuant to Section 63.71	)
Of the Commission's Rules, 47 C.F.R.	)
§63.71, to Discontinue the Provision of	)
Local Exchange Telecommunications	)
Services in the States of California, Florida,	)
Ohio and Texas and to Discontinue the	)
Provision of Intrastate Interexchange	)
Services in the States of Arizona, Arkansas,	)
California, Colorado, Florida, Georgia,	)
Illinois, Indiana, Kansas, Kentucky,	)
Louisiana, Michigan, Minnesota, Missouri,	)
Nevada, North Carolina, Ohio, Oklahoma,	)
South Carolina, Tennessee And Texas	)

## SECTION 63.71 APPLICATION OF A.R.C. NETWORKS, INC.

A.R.C. Networks, Inc. ("A.R.C.") requests authority under Section 63.71 of the Commission's Rules, 47 C.F.R. §43.71 to discontinue the provision of local exchange telecommunications services throughout the States of California, Florida, Ohio and Texas and to discontinue the provision of intrastate, interexchange telecommunications services throughout the States of Arizona, Arkansas, California, Colorado, Florida, Georgia, Illinois, Indiana, Kansas, Kentucky, Louisiana, Michigan, Minnesota, Missouri, Nevada, North Carolina, Ohio, Oklahoma, South Carolina Tennessee and Texas. A.R.C. is certificated to provide the above-described services in each of the listed jurisdictions; however, over time, a significant portion of A.R.C.'s customer base has been consolidated into the operations of A.R.C.'s sister corporation,

Broadview Networks, Inc., in accordance with federal and state commission rules and regulations.<sup>1</sup>

While most customers opted to participate in the customer base consolidation, certain customers chose instead to transition to new providers (with A.R.C.'s full cooperation and without charge for the service provider change). A few customers, however, opted to remain with A.R.C. rather than to be consolidated into the Broadview Networks customer base or to select a new service provider. In order that A.R.C. might continue to legally provide service to those of A.R.C.'s customers which, for reasons of their own, chose to remain with A.R.C., the Company has, of necessity, retained its telecommunications service authority in each named jurisdiction. With the passage of time, the natural attrition of these remaining customers has finally reduced the number of customers to whom A.R.C. provides local exchange and intrastate, interexchange services in the above-listed states to zero.

A.R.C. does not actively market telecommunications services to consumers in the listed states and has no plans to resume marketing telecommunications services in these states in the future. Accordingly, coincident with the filing of this Section 63.71 Application, A.R.C. is taking steps to surrender back to the relevant state commissions the Company's telecommunications service authority. In this way, A.R.C. will facilitate the efficient use of both its own corporate resources and the resources of the Federal Communications Commission and each listed state public utility commission.

As required by Section 63.71(a) and (b) of the Commission's Rules, A.R.C. provides the following information:

#### 1. Name and Address of Carrier (47 C.F.R. §§63.71(a)(2), (b)(2)):

A.R.C. Networks, Inc. 800 Westchester Avenue, Suite N-501

See, e.g., Section 64.1120(e)(3) submission of Broadview Networks, Inc., et al., Docket No. 000257, July 31, 2008.

#### 2. Date of Planned Service Discontinuance (47 C.F.R. §§63.71(a)(2), (b)(2)):

Because A.R.C. is considered non-dominant with respect to all of the services to be discontinued, the Company anticipates the automatic grant of the instant Application on the 31<sup>st</sup> day following release by the Federal Communications Commission of a *Public Notice* on the Application. Because Applicant currently serves no telecommunications services customers in the above-listed states, A.R.C. will officially discontinue service in those states on the date of automatic grant of the instant Application, which Applicant anticipates will be on or about December 31, 2010. It is possible that a small number of states will not have formally approved the surrender of A.R.C.'s operating authority and/or withdrawal of tariffs by that date; in such states, service will be officially discontinued upon the date authorized by the relevant state commission.

#### 3. Points of Geographic Areas of Service Affected (47 C.F.R. §§63.71(a)(3), (b)(2)):

A.R.C. will discontinue the provision of local exchange services throughout the States of States of California, Florida, Ohio and Texas and will discontinue the provision of intrastate, interexchange telecommunications services throughout the States of Arizona, Arkansas, California, Colorado, Florida, Georgia, Illinois, Indiana, Kansas, Kentucky, Louisiana, Michigan, Minnesota, Missouri, Nevada, North Carolina, Ohio, Oklahoma, South Carolina, Tennessee and Texas.

#### 4. Brief Description of Type of Services Affected (47 C.F.R. §§63.71(a)(3), (b)(2)):

In the States of California, Florida, Ohio and Texas, A.R.C. is authorized to provide all forms of local telecommunications services as a Competitive Local Exchange Carrier. In the States of Arizona, Arkansas, California, Colorado, Florida, Georgia, Illinois, Indiana, Kansas, Kentucky, Louisiana, Michigan, Minnesota, Missouri, Nevada, North Carolina, Ohio, Oklahoma, South Carolina, Tennessee and Texas, A.R.C. is authorized to provide all types of intrastate long

distance telecommunications services; A.R.C. has not, however, provided long distance services on a prepaid basis in any listed jurisdiction.

The discontinuance of the above services does not adversely affect the public convenience and necessity because consumers in these states have a wide range of alternative local exchange and intrastate, interexchange services from which to choose. Furthermore, as noted above, no consumer in any of these states is presently subscribed to A.R.C.'s services; each such customer has already transitioned to another authorized carrier or otherwise ceased to subscribe to A.R.C.'s services.

## 5. Brief Description of the Dates and Methods of Notice to All Affected Customers (47 C.F.R. §§63.71(b)(3)):

As noted above, no customers exist which will be affected by A.R.C.'s proposed discontinuance of the above-described services in the listed states. Section 63.71(a) requires that "the carrier shall notify *all affected customers* of the planned discontinuance;" since A.R.C. has no affected customers here, no notice is required; Section 63.71(a)'s notice requirement is an impossibility and a nullity here. That no consumer protection goal which the FCC's notice language is designed to protect are at issue in this circumstance is apparent from the very text of Section 63.71(5)(i), where the Federal Communications Commission directs non-dominant carriers to inform customers as follows:

"The FCC will normally authorize this proposed discontinuance or service (or reduction or impairment) unless it is shown that customers would be unable to receive service or a reasonable substitute from another carrier or that the public convenience and necessity is otherwise adversely affected. If you wish to object, you should file your comments as soon as possible, but no later than 15 days after the Commission releases public notice of the proposed discontinuance. Address them to the Federal Communications Commission, Wireline Competition Bureau, Competition Policy Division, Washington, DC 20554, and include in your comments a reference to the Sec. 63.71 Application of (carrier's name). Comments should include specific information about the impact of this proposed

<sup>&</sup>lt;sup>2</sup> 47 C.F.R. §43.71(a).

discontinuance (or reduction or impairment) upon you or your company, including any inability to acquire reasonable substitute service."

Here, no A.R.C. customer exists in the impacted states; therefore, no individual or entity is capable of providing specific information of *any impact whatsoever* that the proposed discontinuance upon it. All customers have already transitioned to alternative providers; clearly there has been no inability to acquire reasonable substitute service. Indeed, the ease with which A.R.C.'s remaining customers have been able to transition to new providers is a result of a vibrant array of telecommunications service alternatives in the listed states; accordingly, there is no realistic possibility that A.R.C.'s surrender of existing telecommunications service authority in these states would adversely impact the public convenience and necessity.

As noted above, coincident with the filing of this Application, A.R.C. is taking steps, consistent with relevant state commission rules and regulations, to surrender its existing telecommunications operating authority and, where required, to withdraw its telecommunications services tariffs in the affected states. Additionally, in satisfaction of Section 63.74(a), copies of this Section 63.71 Application are also being sent today, via First Class U.S. mail, to the Special Assistant for Telecommunications to the Secretary of Defense and the governors and public utilities commissions of each state in which discontinuance is proposed. Thus, A.R.C.'s discontinuance of service in the listed states will be fully transparent to regulators and consumers alike.

#### 6. Regulatory Classification of Carrier (47 C.F.R. §63.71(b)(4)):

A.R.C. is considered non-dominant with respect to all of the services to be discontinued in the listed states.

<sup>&</sup>lt;sup>3</sup> 47 C.F.R. §63.71(a)(5)(1).

#### 7. Designated Contacts:

Correspondence concerning this Application should be directed to:

Catherine M. Hannan A.R.C. Networks, Inc. 800 Westchester Avenue, Suite N-501 Rye Brook, NY 10573 Tel: (240) 461-0412

Fax: (347) 287-0223

E-mail: channan@broadviewtel.com

In view of the foregoing, A.R.C. Networks, Inc., respectfully requests that the Federal Communications Commission automatically approve this Section 63.71 Application for discontinuance of services in the listed states as set forth above.

Respectfully submitted

Charles C. Hunter

Executive Vice President and General Counsel

A.R.C. Networks, Inc.

800 Westchester Avenue, Suite N-501

Rye Brook, NY 10573 Tel: (914) 922-7589

Fax: (347) 287-0223

E-mail: chunter@broadviewnet.com

November 22, 2010

#### **VERIFICATION**

State of New York	)	
	)	SS.
County of Westchester	)	

I, Charles C. Hunter, being duly sworn according to law, depose and say that I am Executive Vice President and General Counsel of Broadview Network Holdings, Inc., and its operating subsidiary, A.R.C. Networks, Inc. ("A.R.C."); that I am authorized to and do make this Verification for it; that the facts set forth in the above Application are true and correct to the best of my knowledge, information and belief, and that I expect A.R.C. to be able to prove the same at any hearing hereof; and that A.R.C. understands that, if the contents of the Application are found to be false or to contain misrepresentations, any authority granted may be suspended or revoked. I further depose and say that the authority to submit the Application has been properly granted.

Charles C. Hunter

Subscribed and sworn before me this LUO day of WVENBER, 2010.

Notary Publi

My Commission expires: 9/20/12

WILSON ROCAFUERTE JR.
Notary Public, State of New York
Registration #01R06116202
Qualified in Westchester County
Commission Expires Sept. 20, 20

#### **CERTIFICATE OF SERVICE**

I, Catherine M. Hannan, certify that I have this 22nd day of November, 2010, served a copy of the foregoing Section 63.71 Application of A.R.C. Networks, Inc., by U.S. Mail, Postage

Prepaid, to the following:

Secretary of Defense ATTN: Special Assistant for Telecommunications Pentagon Washington, DC 20301

Rodney McDonald Wireline Competition Bureau 445 12<sup>th</sup> Street, SW Washington, DC 20554

Governor Jan Brewer State Capitol, West Wing 1700 W. Washington, 9<sup>th</sup> Floor Phoenix, AZ 85007

Docket Control Center Arizona Corporation Commission 1200 W. Washing ton Street Phoenix, AZ 85007

Governor Mike Beebe Governor's Office State Capitol Room 250 Little Rock, AR 72201

Diane K. Wilson, Secretary Arkansas Public Service Commission 1000 Center Street Little Rock, AR 72203-0400

Governor Arnold Schwarzenegger Governor's Office State Capitol Building Sacramento, CA 95814

Michael R. Peevey California Public Utilities Commission 505 Van Ness Avenue San Francisco, CA 94102 Governor Bill Ritter, Jr. 136 State Capitol Denver, CO 80203-1792

Colorado Public Utilities Commission 1560 Broadway, Suite 250 Denver, CO 80202

Governor Charlie Crist Office of the Governor The Capitol Tallahassee, FL 32399-0001

Anne Cole, Commission Clerk Florida Public Service Commission 2540 Shumard Oak Boulevard Tallahassee, FL 32399-0850

Governor Sonny Perdue Office of the Governor Georgia State Capitol Atlanta, GA 30334

Reese McAllister, Executive Secretary Georgia Public Service Commission 244 Washington Street, SW Atlanta, GA 30334

Governor Pat Quinn Office of the Governor 207 State House Springfield, IL 62706

Elizabeth A. Rolando, Chief Clerk Illinois Commerce Commission 527 East Capitol Avenue Springfield, IL 62701

Governor Mitchell E. Daniels, Jr. Office of the Governor Statehouse Indianapolis, IN 46204

Indiana Utility Regulatory Commission Indiana Government Center South 302 West Washington Street Suite E-306 Indianapolis, IN 46204

Governor Mark Parkinson Office of the Governor Capitol, 300 SW 10<sup>th</sup> Avenue Suite 212 S Topeka, KS 66612-1590

Susan Duffy, Executive Director Kansas Corporation Commission 1500 SW Arrowhead Road Topeka, KS 66604-4027

Governor Steve Beshear 700 Capital Avenue Suite 100 Frankfort, KY 40601

Jeff Derouen, Executive Director Kentucky Public Service Commission 211 Sower Boulevard Frankfort, KY 40602-0615

Governor Bobby Jindal Office of the Governor P. O. Box 94004 Baton Rouge, LA 70804-9004

Lawrence C. St. Blanc, Secretary Louisiana Public Service Commission Galvez Building, 12<sup>th</sup> Floor 602 North Fifth Street P. O. Box 91154 Baton Rouge, LA 70821-9154

Governor Jennifer M. Granholm P. O. Box 30013 Lansing, MI 48909

Mary Jo Kunkle, Executive Secretary Michigan Public Service Commission 6545 Mercantile Way, Suite 7 Lansing, MI 48911 Governor Tim Pawlenty
Office of the Governor
130 State Capitol
75 Rev. Dr. Martin Luther King Jr. Blvd.
St. Paul, MN 55155

Burl W. Harr, Executive Secretary Minnesota Public Utilities Commission 121 7<sup>th</sup> Place East Suite 350 St. Paul, MN 55101

Governor Jeremiah W. Nixon Office of the Governor Room 216, State Capitol Building Jefferson City, MO 65101

Colleen M. Dale, Secretary to the Commission Missouri Public Service Commission 200 Madison Street Jefferson City, MO 65101

Governor Jim Gibbons State Capitol 101 N. Carson Street Carson City, NV 89701

Public Utilities Commission of Nevada 1150 E. William Street Carson City, NV 89701

Governor Beverly Perdue Office of the Governor 20301 Mail Service Center Raleigh, NC 27699-0301

Renee Vance, Chief Clerk North Carolina Utilities Commission 430 North Salisbury Street Dobbs Building Raleigh, NC 27603-5918

Governor Ted Strickland 30<sup>th</sup> Floor 77 South High Street Columbus, OH 43215 Public Utilities Commission of Ohio 180 East Broad Street Columbus, OH 53215-3793

Governor Brad Henry State Capitol Building 2300 N. Lincoln Boulevard Room 212 Oklahoma City, OK 73105

Oklahoma Corporation Commission P. O. Box 52000 Oklahoma City, OK 73152-2000

Governor Mark Sanford Office of the Governor P. O. Box 12267 Columbia, SC 29211

South Carolina Public Service Commission 101 Executive Center Drive Suite 100 Columbia, SC 29210

Governor Phil Bredesen State Capitol Nashville, TN 37243-0001

Ms. Sharla Dillon, Docket Manager Tennessee Regulatory Authority 460 James Robertson Parkway Nashville, TN 37243

Governor Rick Perry Office of the Governor P. O. Box 12428 Austin, TX 78711-2428

James Galloway, Clerk Public Utilities Commission of Texas 1701 North Congress Avenue Austin, TX 78711-3326

Catherine M. Hannan